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DOCKET FOR REGULAR COUNCIL MEETING OF TUESDAY, SEPTEMBER 18, 2001 AT 10:00 A.M. CITY ADMINISTRATION BUILDING COUNCIL CHAMBERS - 12TH FLOOR 202 "C" STREET SAN DIEGO, CA 92101

<u>NOTE:</u> The public portion of the meeting will begin at 10:00 a.m. The City Council will meet in Closed Session this morning from 9:00 a.m. - 10:00 a.m. Copies of the Closed Session agenda are available in the Office of the City Clerk.

OTHER LEGISLATIVE MEETINGS

A Special **SAN DIEGO REDEVELOPMENT AGENCY** meeting is scheduled to meet today in the Council Chambers. A separate agenda is published for it, and is available in the Office of the City Clerk. For more information, please contact the Redevelopment Agency Secretary at 533-5432.

The **SAN DIEGO HOUSING AUTHORITY** is scheduled to meet today in the Council Chambers. A separate agenda is published for it, and is available in the Office of the City Clerk. For more information, please contact the Housing Authority Secretary at (619) 578-7540.

ITEM-300: ROLL CALL.

NON-AGENDA PUBLIC COMMENT

This portion of the agenda provides an opportunity for members of the public to address the Council on items of interest within the jurisdiction of the Council. (Comments relating to items on today's docket are to be taken at the time the item is heard.)

Time allotted to each speaker is determined by the Chair, however, comments are limited to no more than three (3) minutes **total per subject** regardless of the number of those wishing to speak. Submit requests to speak to the City Clerk **prior** to the start of the meeting. Pursuant to the Brown Act, no discussion or action, other than a referral, shall be taken by Council on any issue brought forth under "Non-Agenda Public Comment."

COUNCIL, CITY ATTORNEY, CITY MANAGER COMMENT

REQUEST FOR CONTINUANCE

The Council will now consider requests to continue specific items.

SPECIAL ORDERS OF BUSINESS

ITEM-310: Farshin Samimi Residence.

(Continued from the meeting of 7/24/2001, Item 310, at the request of Council Member Peters for further review.)

Matter of the request by Orrin Gabsch, President, La Jolla Town Council, for a hearing of an appeal of the decision by the Planning Commission denying the appeal of the Hearing Officer's decision and approving the request for the Farshin Samimi Residence, Coastal Development Permit/Hillside Review Permit No. 99-1360 with a revision to Condition No. 18. The project requests a Coastal Development Permit/Hillside Review Permit for the construction of a 3,219 square foot, two-story residence above a 1,059 square foot finished basement with an attached two-car garage on a 0.22 acre vacant lot located at 7666 Hillside Drive in the La Jolla Community Plan area.

(CDP/HRP-99-1360. La Jolla Community Plan Area. District-1.)

TODAY'S ACTION IS:

A motion either granting or denying the request for a hearing of the appeal.

NOTE: Pursuant to the requirements of the San Diego Municipal Code, no oral presentations shall be made to the Council by either the proponents or opponents of the project.

If the request to allow an appeal is granted, time has been reserved for the project to be heard on October 9, 2001, at 10:00 a.m.

SUPPORTING INFORMATION:

BACKGROUND

The applicant proposes to construct a 3,219 square foot, two-story residence above a 1,059 square foot finished basement with an attached two-car garage on a vacant 0.22 acre vacant lot. The project site, located at 7666 Hillside Drive, lies within the R1-8000, Coastal Overlay (Nonappealable Area 1), Hillside Review Overlay and the Proposition "D" 30-foot Coastal Height Limit zones of the La Jolla Community Plan area.

The project is required to obtain a Coastal Development Permit (SDMC Section 111.1202) for the construction of the proposed single family residence on the existing vacant lot and is located in the Hillside Review Overlay Zone and requires a Hillside Review Permit (SDMC Section 101.0454).

The La Jolla Community Plan designates this site for single-family (0-4 du/ac) residential

development. Surrounding land uses include single-family development and open space.

On September 14, 1984, the Planning Director approved HRP No. 84-0535 on the subject property. This permit allowed grading (700 cu. yds. of cut, and 170 cu. yds. of fill - 530 cu. yds. being exported) associated with the development of a two-story, 4,700 sq. ft., single-family residence. The development included vehicular access via a driveway across adjacent Parcels 2 and 3, a lap pool, and associated retaining walls. HRP No. 84-0535 was never utilized and therefore expired.

On July 1, 1998, the Hearing Officer denied the Dowlatshahi Residence, CDP/HRP/VAR No. 96-0585. The application proposed to construct a 5,859 sq. ft. multi-level residence with retaining walls and vehicular access via the recorded access easement which included a Variance for a 35% encroachment into slopes 25% gradient or greater where 20% is permitted. On October 15, 1998, the applicant's appeal was heard by the Planning Commission, who denied the appeal of the Hearing Officer's decision and denied the project. The project was denied due to the size of the structure in relation to the size of the lot and the excess encroachment over the permitted amount. The former project resolution has been provided as an attachment for review (Attachment 11, Planning Commission Report).

On April 4, 2001, the Hearing Officer approved the Farshin Samimi Residence project. The Hearing Officer determined that findings could be made that the proposed development was in conformance with the Coastal and Hillside Review Overlay zones and the design was sensitive to the hillside and conformed with the Hillside Development Guidelines. Testimony at the hearing included a neighbor, who expressed concerns about conformance and potential impacts to the access road. Additional testimony was given by Joanne Pearson, representing the La Jolla Town Council, with concerns about the change in the amount of impact to the site based on the applicant's consultants findings of non-natural slopes on site, and therefore a reduced impact area into sensitive slopes. Ms. Pearson also submitted a letter from the La Jolla Town Council outlining these issues (Attachment 6).

PROJECT ANALYSIS

The subject property is a portion of a 71 lot subdivision approved in 1912. In 1978, a lot line adjustment among four of these R1-8000 Zoned lots (Lots 63, 64, 65, and 66), resulted in their current configuration as Parcels 1 through 4 (Parcel Map 7723). The vacant 9,586 sq. ft. Site (Parcel 4), slopes steeply upward from an elevation of 284 feet at Hillside Drive, southward a distance of approximately 169 feet, to an elevation of 348 feet at the southerly property line, a difference of approximately 64 feet.

The site is located on the northwest facing slope of Mount Soledad, overlooking La Jolla Shores. Ninety-one percent (91%) of the property contains slopes which exceed a 25 percent gradient, and is zoned Hillside Review Overlay. Fifty-four (54%) of the site retains natural 25 percent or greater slopes. The project proposes to grade 40% of the site, with 940 cubic yards of cut and 120 cubic yards of fill. The project site will contain retaining walls with a maximum height of 8 feet. A geotechnical report has been reviewed and approved by the City Engineering staff.

The site has frontage on Hillside Drive from which vehicular access is provided. Due to topographic constraints, the property is too steep to afford direct access to required off-street parking. Access would be provided to the site via a recorded easement across Parcels 2 and 3, located immediately adjacent to the east. The proposed project is a 3,219 square foot, two-story single family residence a 1,059 square foot finished basement with an attached two-car garage. The proposed home would be partially embedded into the hillside with a three-story appearance from the street. The remainder of the lot would be partially landscaped with a large area to remain in its natural state.

The proposed home is a contemporary style with a flat roof and stucco finish. The project is located in a residential neighborhood composed of homes with a variety of designs of similar size and scale to the proposed home. The existing homes in the immediate vicinity are large custom designed homes on lots in excess of 8,000 square feet.

The principal difference between this project and the denied project in 1998, is that the applicant hired a soils testing engineering firm to do a complete Geologic Reconnaissance with borings to determine the extent of fill slopes on the site. The outcome of the testing proved that the natural slopes were significantly less than originally thought and therefore the project has a significantly lower level of encroachment into natural 25 percent or greater gradient slopes.

As identified with Mitigated Negative Declaration 99-1360, the entire site is covered by Diegan Coastal Sage Scrub. The project would impact .0979 acres, below the level of significance and no Mitigation is required. In addition, approximately 3,000 square feet of the lot is located withing the City's Multiple Species Conservation Program, Multi-Habitat Planning Area (MSCP/MHPA). The project is consistent with the City's Multiple Species Conservation Program Subarea Plan. The project site also may contain significant archeological resources. Although a portion of the site is considered disturbed, any remaining prehistorical/historical resources are considered potentially significant and monitoring is required.

<u>Community Planning Group Recommendation</u> - The La Jolla Community Planning Association on February 12, 2001, voted 7-0-1 to recommend approval of the project.

<u>Environmental Impact</u> - Mitigated Negative Declaration No. 99-1360 has been prepared for this project in accordance with State CEQA guidelines. A Mitigation, Monitoring and Reporting Program has been prepared which contains mitigation that would reduce the potential for impacts to Historical Resources to a level below significance.

Fiscal Impact - None with this action.

<u>Code Enforcement Impact</u> - None with this action.

Housing Affordability Impact - None with this action.

Escobar-Eck/JCT

The Planning Commission on June 7, 2001, voted 5-0 to deny the appeal, certify Mitigated Negative Declaration, Adopt MMRP, and approve CDP No. 99-1360 with a revision to condition No. 18 to read, "Prior to the issuance of any building permits, the applicant shall assure by permit and bond, the widening of Hillside Drive with enough pavement, curb and gutter, along with property frontage with the proper transition, addressing the public health and safety, and drainage issues while maintaining the rural character of the neighborhood satisfactory to the City Engineer"; was opposition.

Yeas: Garcia, Skorepa, Steele, Butler, Stryker

Not Present: Anderson, Brown

SPECIAL ORDERS OF BUSINESS

ITEM-311: Request for Reconsideration - CUP-99-0464-54 - The Gray Residence-Rancho Peñasquitos.

(Rancho Peñasquitos Community Plan Area. District-1.)

TODAY'S ACTION IS:

Consideration of the Motion to:

- (1) Waive the Permanent Rules of the Council. Waiver of the Permanent Rules of the Council requires a vote of two-thirds of the Councilmembers.
- (2) Reconsider the appeal of AT&T Wireless Services from the decision of the Planning Commission denying the request for a Conditional Use Permit for an application for a wireless communication facility consisting of six pole-mounted panel antennas and associated electronic equipment on a .22 acre site located at 13003 Avenida Grande in the Rancho Peñasquitos Community Planning Area.

If the matter is to be reconsidered, time has been reserved for the project to be heard on October 9, 2001.

SPECIAL ORDERS OF BUSINESS

ITEM-312: Request for Reconsideration - CUP- 99-1200-Chevron Station - Sorrento Hills.

(See memo from Councilmember Scott Peters dated 9/5/2001. Sorrento Hills Community Area. District-1.)

(Trailed from the adjourned meeting of September 11, 2001, Item S500.)

TODAY'S ACTION IS:

Consideration of motions to: (1) Waive the Permanent Rules of Council, Section 22.0101 of the San Diego Municipal Code. Waiver of the Permanent Rules of Council requires a vote of two-thirds of the Councilmembers (6 votes required).

(2) Reconsider the appeal by Chevron Products, and Richard Kiy for Torrey Hills Community Coalition, of the decision of the Planning Commission in denying the appeal of the Hearing Officer's decision and approving the proposed project with modifications. The project proposed by Chevron Corporation was to construct and operate a limited-hours gas station, mini-mart, and automated car wash facility on a vacant 2. 48-acre site located at the southwest corner of Carmel Mountain Road and East Ocean Air Drive within the Sorrento Hills Community Plan area.

If the request for reconsideration is approved, the matter will be scheduled for a noticed public hearing at a future date.

ADOPTION AGENDA, HEARINGS NOTICED HEARINGS:

ITEM-330: Two actions related to Carmel Valley - FY 2002 Public Facilities Financing Plan and Facilities Benefit Assessment (FBA).

(Continued from the meeting of August 7, 2001, Item 335, at the request of the City Manager for further review.)

(See City Manager Report 01-122; Public Facilities Financing Plan and FBA, Fiscal Year 2002, April 2001 Draft; May 17, 2001 Errata. Carmel Valley Community Area. District-1.)

NOTE: Hearing open. No testimony taken on 8/7/2001.

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolutions:

Subitem-A: (R-2002-5)

Designating an area of benefit in Carmel Valley and the boundaries thereof, confirming the description of Public Facilities Projects, the Community Financing Plan and Capital Improvement Program with respect to Public Facilities Projects, the method for apportioning the costs of the Public Facilities Projects among the parcels within the area of benefit and the amount of the Facilities Benefit

Assessments charged to each such parcel, the basis and methodology for assessing and levying discretionary automatic annual increases in Facilities Benefit Assessments, and proceedings thereto, and ordering of proposed Public Facilities Project in the matter of Carmel Valley Facilities Benefit Assessment Area.

Subitem-B: (R-2002-6)

Declaring that the assessment fee schedule contained in the Carmel Valley Public Facilities Financing Plan, Fiscal Year 2002, as adopted and approved on July 17, 2001, by Resolution No. R-295161, is an appropriate and applicable development impact fee schedule [DIF] for all properties within the Carmel Valley Community;

Declaring that the Docket Supporting Information and the text contained in the Carmel Valley Public Facilities Financing Plan, Fiscal Year 2002, are incorporated by reference into this resolution as support and justification for satisfaction of findings required pursuant to California Government Code sections 66001(a) and 66001(b) for imposition of DIFs. Specifically, it is determined and found that this documentation:

- 1. Identifies the purpose of the DIF;
- 2. Identifies the use to which the DIF is to be put;
- 3. Demonstrates how there is a reasonable relationship between the DIF's use and the type of development project on which the DIF is imposed; and
- 4. Demonstrates how there is a reasonable relationship between the need for the public facility and the type of development project on which the DIF is imposed.

LAND USE AND HOUSING COMMITTEE'S RECOMMENDATION:

On 6/13/2001, LU&H voted 5-0 to approve the City Manager's recommendation. (Councilmembers Peters, Wear, Atkins, Stevens and Maienschein voted yea.)

ADOPTION AGENDA, HEARINGS NOTICED HEARINGS:

ITEM-331: Vacation of a Portion of Hardy Avenue.

(College Community Area. District-7.)

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolution:

(R-2002-174)

Vacating the portion of Hardy Avenue within the College Area Community Plan area, as described in the legal description marked Exhibit "A", and shown on Drawing No. 19300-B marked Exhibit "B".

CITY MANAGER SUPPORTING INFORMATION:

City Council action is requested to vacate a portion of Hardy Avenue in the College Area within Council District 7. The San Diego State Foundation is the owner on both the north and the south sides of Hardy Avenue and intends to develop the site by building fraternity housing. The San Diego State Foundation has dedicated another portion of land to realign the street. On January 18, 2001 the College Area Community Council recommended approval of the street vacation unanimously. The street to be vacated was acquired at no cost to the City. City staff recommends approval of the street vacation.

FISCAL IMPACT:

None.

Loveland/Haase/AA

NOTE: This project is exempt from the California Environmental Quality Act pursuant to State CEQA Guidelines Section 15061(b)(3).

ADOPTION AGENDA, HEARINGS NOTICED HEARINGS:

ITEM-332: San Diego Mercado at Crosby Street.

Matter of approving, conditionally approving, modifying or denying an application for a Site Development Permit, Coastal Development Permit, Parcel Map and Street Vacation to allow construction of an approximately 114,505 square-foot retail commercial center on a 6.55 acre site. The project site is located in the Redevelopment Subdistrict of the Barrio Logan Planned District and the Barrio Logan/Harbor 101 Community Plan area. The project site is bounded by Crosby Street on the northwest, Main Street on the southwest, National Avenue on the northeast, and the Coronado Bay Bridge Right-of-Way and Chicano Park on the south and southeast.

(SDP/CDP/PM/SV-40-0401. Barrio Logan/Harbor 101 Community Plan Area. District-8.)

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolutions in subitems A, B, and C; and adopt the resolution in subitem D to grant the permits:

Subitem-A: (R-2002-377)

Adoption of a Resolution certifying that the information contained in Addendum LDR No. 40-0401 has been completed in compliance with the California Environmental Quality Act of 1970 (California Public Resources Code section 21000 et seq.) as amended; and State guidelines thereto (California Code of Regulations section 15000 et seq.); and the National Environmental Policy Act of 1969, and that the report reflects the independent judgement of the City of San Diego as Lead Agency and that the information contained in said report, together with any comments received during the public review process, has been reviewed and considered by this Council in connection with the approval of the land use actions for the San Diego Mercado at Crosby Street project;

That the City Council finds that project revisions now mitigate potentially significant effects on the environment previously identified in the Initial Study and therefore, that Addendum LDR No. 40-0401 is approved;

That pursuant to California Public Resources Code section 21081.6, the City Council adopts the Mitigation Monitoring and Reporting program, or alterations to implement the changes to the project as required by this body in order to mitigate or avoid significant effects on the environment;

And that the City Clerk is directed to file a Notice of Determination [NOD] with the Clerk of the Board of Supervisors for the County of San Diego regarding the above project.

Subitem-B: (R-2002-378)

Adoption of a Resolution certifying that the Council finds that certain map surveyed by Clive J. Hopwood, Licensed Land Surveyor, titled "Parcel Map, being a lot consolidation of Lots 3 through 18 inclusive, Lots 31 through 47 inclusive, and portions of Lots 1, 2, 19 and 48 of Block 95, Lots 2 through 17 inclusive, Lots 32 through 46 inclusive, and portions of Lots 1, 47, and 48 of Block 129, of Mannasse and Shillers's Subdivision of Pueblo Lot 1157, in the City of San Diego, County of San Diego, State of California, according to Map thereof No. 209, filed in the Office of the County Recorder of San Diego County, July 11, 1870, together with a portion of National Avenue and Main Street, as dedicated to public use" [MAP], is made in the manner and form prescribed by law and conforms to the surrounding surveys; that the MAP and the consolidation of land shown thereon is approved and accepted;

That Council finds that a portion of Newton Avenue, the unnamed alley in Block

95 and the unnamed alley in Block 129 are no longer needed for the public purpose for which they were dedicated, and are vacated, and are not shown within this MAP pursuant to Section 66445(j) of the California Subdivision Map Act;

That this resolution shall not become effective unless and until Site Development Permit No. 40-0401 is approved by the Council;

That the City Clerk is authorized and directed to endorse upon the MAP, as and for the act of the Council, that the Council has approved the MAP and that the street and alleys are vacated as stated in this resolution;

And that the City Clerk is directed to transmit the MAP to the County Recorder of the County of San Diego, California.

Subitem-C: (R-2002-379)

Adoption of a Resolution certifying that the portion of Newton Avenue, as more particularly shown on Drawing No. 19573-B (labeled Exhibit "B") and described in the legal description marked as Exhibit "C," is ordered vacated;

That this resolution shall not become effective unless and until Site Development Permit No. 40-0401 is approved by City Council;

That the City Clerk shall cause a certified copy of this resolution, attested by him under seal, to be recorded in the Office of the County Recorder.

Subitem-D: (R-2002-)

Adoption of a Resolution granting or denying the subject Site Development Permit/Coastal Development Permit No. 40-0401, with appropriate findings to support Council action.

OTHER RECOMMENDATIONS:

Planning Commission on August 9, 2001, voted on consent 6 - 0 to recommend to the City Council that they approve staff's recommendation as outlined in report to Planning Commission No. P-01-139 with the condition read into the record at this hearing by staff; no opposition.

Ayes: Anderson, Lettieri, Brown, Butler, Garcia Stryker

Not present: Schultz

There is no officially recognized community planning group for this area. There is a Project Area Committee within the Redevelopment Area.

The Barrio Logan Project Area committee, on November 9, 2000, voted 9-0-0 to recommend approval of the project.

CITY MANAGER SUPPORTING INFORMATION:

This is a request for a Site Development Permit, Coastal Development Permit, Parcel Map and Street Vacation to allow construction of an approximately 114,505 square-foot retail commercial center on a vacant 6.55 acre site in the Barrio Logan/Harbor 101 Community Plan area. The project site is also within the Mercado District of the Redevelopment Subdistrict of the Barrio Logan Planned District and is bounded by Crosby Street, Main Street, National Avenue, and the Coronado Bay Bridge right-of-way and Chicano Park. This Redevelopment Agency project includes construction of three single-story, multi-tenant buildings; one two-story, multi-tenant building; and two building pads. The proposed project also includes 358 on-site parking spaces, landscaping and signage. The vacation of Newton Street and two alleyways through the project site is necessary in order to allow development of the proposed project.

FISCAL IMPACT:

Fiscal impacts of this redevelopment project were identified in the Disposition and Development Agreement (DDA) for the San Diego Mercado Del Barrio at Crosby Street project, approved by City Council Resolution No. R-294285 on November 21, 2000. There are no additional fiscal impacts with this action. All Development Services Department processing costs associated with this project are recovered by a deposit account funded by the applicant.

TRAFFIC IMPACT:

This project is estimated to generate 13,910 average daily trips (ADT). Of these, 2,800 project trips are estimated to occur on the nearby Interstate 5, with an estimated near term plus project volume of 162,800 at level of service "E" before and after the project. There are no improvements planned by Caltrans on Interstate 5 in the vicinity of this project. This project is also estimated to increase the daily trips on Crosby Street fronting the project from 7,800 at level of service "C" to 15,170 at level of service "D" with project mitigations. Consequently as a condition of this permit, the applicant shall re-stripe Crosby Street between Kearney Avenue and Main Street with appropriate transition and any needed modifications to the signals and loop detectors in this segment of Crosby Street, to provide two travel lanes in each direction with a center turn lane and no on-street parking, satisfactory to the City Engineer.

Loveland/Christiansen/VLG

LEGAL DESCRIPTION:

The 6.55 acre project site is bounded by Crosby Street to the northwest, National Avenue to the northeast, Main Street to the southwest and the Coronado Bay Bridge right-of-way and Chicano Park to the south and southeast. The project is located in the Redevelopment Subdistrict of the Barrio Logan Planned District, specifically the Mercado District. It is also located in the Coastal

Zone (Non-Appealable Area 2) and in the Barrio Logan Redevelopment Plan and Barrio Logan Community Plan areas and is more particularly described as Lots 3-18, 31-47, and portions of 1, 2, 19 and 48 of Block 95, and Lots 2-17, 32-46 and portions of 1, 47 and 48 of Block 129, Mannasse and Schiller's Subdivision of Pueblo Lot 1157, Map 209.

ADOPTION AGENDA, HEARINGS NOTICED HEARINGS:

ITEM-333: Housing Element Update for the Progress Guide and General Plan.

Matter of adoption of the Housing Element Update as an amendment to the Progress Guide and General Plan, in accordance with the provisions of Section 65588 of the California Government Code.

The Housing Element Update covers the period from January 1, 2000 to June 30, 2004 and contains an identification and analysis of existing and projected housing needs and a statement of goals, quantified objectives, policies, financial resources and scheduled programs for the preservation, improvement and development of housing for all economic segments of the City's population.

(Citywide.)

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolutions in subitems A and B:

Subitem-A: (R-2002-290)

Adoption of a Resolution certifying that the amendment to the Housing Element is hereby adopted as an amendment to the City's Progress Guide and General Plan.

Subitem-B: (R-2002-291)

Adoption of a Resolution certifying that the information contained in Negative Declaration LDR File No. 99-0522, including any comments received during the public review process, has been reviewed and considered by this Council and it is determined that no substantial changes or new information of substantial importance within the meaning of CEQA Guideline section 15162 would warrant any additional environmental review in connection with approval of the Housing Element Update;

And that the City Clerk is directed to file a Notice of Determination [NOD] with the Clerk of the Board of Supervisors for the County of San Diego regarding the

above project.

OTHER RECOMMENDATIONS:

The Community Planners Committee was given a presentation on the Housing Element Update on February 23, 1999 as an informational item. No recommendation was made.

The Housing Commission on June 30, 2000, recommended that the Council authorize submittal of the Housing Element.

The Planning Commission on June 8, 2000, recommended that the City Council authorize submittal of the Housing Element to the State Department of Housing and Community Development (HCD) for review. Planning Commission voted 7 - 0 to approve; was opposition.

Ayes: Steele, Anderson, Brown, Butler, Skorepa, Stryker, White

CITY MANAGER SUPPORTING INFORMATION:

BACKGROUND

State law requires the Housing Element of the General Plan to be updated at five year intervals. The updated Housing Element covers the five-year period from July 1, 1999 through June 30, 2004. State law also requires local jurisdictions to submit their housing elements to the State Department of Housing and Community Development (HCD) for a certification of substantial compliance with housing element requirements. In July 2000, the City Council authorized submittal of the Housing Element to HCD for review. In July 2001, HCD found the City's Housing Element to be certifiable and in compliance with state law. The City Council is now being asked to adopt the Housing Element, pursuant to HCD's review and comments.

The Housing Element is the City's primary housing policy document. It is intended to identify and analyze the City's housing needs, establish reasonable and realistic goals, objectives and policies based on those needs and set forth a comprehensive five-year program of actions to achieve as fully as possible, the identified goals and objectives. The goals, objectives and recommended actions are largely based on an assessment of governmental resources anticipated to be available at the local, state and federal levels.

The Housing Element relates directly to the Strategic Framework planning process now underway in that both will consider affordable housing issues. The Housing Element has a five-year time frame, whereas the Strategic Framework has a 20-year time frame. The goals of the Housing Element and Strategic Framework are mutually reinforcing and many of the Housing Element's programs support the City of Villages strategy.

DISCUSSION

Major Goals and Recommendations of the Housing Element

The Housing Element sets goals and makes recommendations to guide the City's allocations of housing resources with respect to new construction, rehabilitation and conservation of existing housing. Although the Housing Element addresses the housing needs of all income segments in San Diego, the emphasis is on the needs of the lower income segment of the population. Goals were developed based on an assessment with Housing Commission staff of resources likely to be available over the 5-year period. Additionally, the Housing Element makes recommendations for code changes to facilitate the production of additional housing and to enhance affordability. Finally, the Element makes policy recommendations to facilitate community balance and sets goals for the use of Redevelopment Set-Aside funds for affordable housing. Major goals and recommendations are summarized below:

- 1. <u>New Construction of Affordable Housing</u> Provide at least 1,750 additional units for low-income households and approximately 1,300 additional units of housing for very low-income households during this 5-year Housing Element cycle.
- 2. <u>Rehabilitation</u> Rehabilitate at least 2,900 housing units for lower income households during the 5-year Housing Element cycle.
- 3. <u>Preservation of Existing Affordable Housing</u> Preserve the affordability of at least 400 units which are eligible to convert to market rate status during the 5-year Housing Element cycle.
- 4. <u>Code Changes to Facilitate Housing Production and Affordability</u> Numerous proposals are made to facilitate housing production and affordability. These proposals were discussed with the Land Use and Housing Committee in May 2001.
- 5. <u>Community Balance</u> The Housing Element includes several recommendations and programs to facilitate a balanced distribution of affordable housing in San Diego, especially with respect to emerging employment opportunities. Primary recommendations pertain to development of an inclusionary housing program, incorporation of minimum density requirements into the Land Development Code, targeting of Housing Commission resources to the Planned Urbanizing Communities and updating of the City's Balanced Communities Policy.
- 6. <u>Goals for Redevelopment Set-Aside Funds</u> Redevelopment Set-Aside funds are expected to generate approximately \$5 million annually or 25 million over the 5-year Housing Element cycle. These funds will support the generation of an additional 1,200 new or rehabilitated units beyond the numbers stated above.

FISCAL IMPACT: Most programs proposed are already operational. Their funding levels and fiscal impacts are within the current budget.

ENVIRONMENTAL IMPACT: The City of San Diego, as Lead Agency, under CEQA has

prepared and completed Negative Declaration, LDR File No. 99-0522, dated September 30, 1999, covering this activity. Adopted July 31, 2000 by Resolution No. R-293595.

Ewell/Goldberg/Morris/MEP

ADOPTION AGENDA, HEARINGS SPECIAL HEARING:

ITEM-334: Findings for the Construction of Street Lights Phase V Project.

(See CCDC Report dated 8/15/2001. Centre City Redevelopment Project Area. District-2.)

(Trailed from the adjourned meeting of September 11, Item S501.)

CENTRE CITY DEVELOPMENT CORPORATION'S RECOMMENDATION:

Adopt the following resolution:

(R-2002-334)

Making certain findings with respect to the payments for construction of street light improvements for the East Village Redevelopment District of the Expansion Sub Area of the Centre City Redevelopment Project Area.

NOTE: See the Redevelopment Agency Agenda of September 18, 2001 for a companion item.

NON-DOCKET ITEMS

ADJOURNMENT IN HONOR OF APPROPRIATE PARTIES

ADJOURNMENT